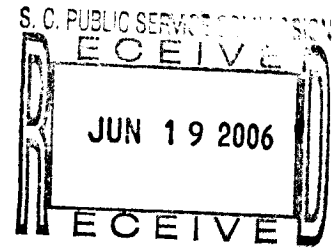




June 14, 2006



Mr. Charles L. A. Terreni
Chief Clerk/Administrator
The Public Service Commission of South Carolina
P. O. Drawer 11649
Columbia, South Carolina 29211

RE: SCPSC Docket No. 2006-1-E

Dear Mr. Terreni:

During the May 31, 2006 hearing in the above-referenced docket, Commissioner Clyburn asked Progress Energy Carolinas, Inc.'s ("PEC") witness Samuel Roberts about the performance of PEC's Brunswick Nuclear Unit No. 2. In particular, Commission Clyburn indicated that it was her understanding that this unit was currently subject to heightened Nuclear Regulatory Commission ("NRC") scrutiny. While Mr. Roberts attempted to respond to the question, he was unaware of any such heightened scrutiny by the NRC. An investigation of this matter indicates that of the 15 performance indicators monitored by the NRC, Brunswick Unit No. 1 received the highest performance rating in all categories in its most recent assessment. With regard to Brunswick Unit No. 2, it received the highest rating in all but one category, that category being "Unplanned Power Changes." This category is an indicator that the NRC uses to monitor whether a plant is having equipment problems which are causing the licensee to, at times, reduce power by more than 20%. Unit No. 2's rating for this category is one level below the highest rating possible. The NRC will be performing an inspection this month to verify that PEC has thoroughly reviewed the causes of these power reductions and is taking appropriate action to prevent their reoccurrence.

THIS DOCUMENT IS AN EXACT DUPLICATE, WITH THE EXCEPTION OF THE FORM OF THE SIGNATURE, OF THE E-FILED COPY SUBMITTED TO THE COMMISSION IN ACCORDANCE WITH ITS ELECTRONIC FILING INSTRUCTIONS.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Len S. Anthony', written over a horizontal line.

Len S. Anthony
Deputy General Counsel-Regulatory Affairs

LSA:mhm

cc: All parties of record

235333

Progress Energy Service Company, LLC
P.O. Box 1551
Raleigh, NC 27602